

Superior Air Parts
Ch. 7 Liquidation Analysis
As of 5/14/2009
DRAFT

CALCULATIONS			
CLAIMS PER DEBTOR			
503(b)(9) admin		\$	78,819
Secured		\$	17,484
Priority		\$	56,144
Unsecured			
Trade Unsecured		\$	1,171,440
Trade Executory Contracts (Open POs)			4,118,739
Executory Contracts (Other)			446,036
Warranty Claims			142,971
Loss of Warranty Claims			19,580
Insured Claims			2,919,139
TOTAL Unsecured Claims excluding insiders			8,817,905
Thielert AG			10,146,611
Thielert AE			18,208,260
TOTAL Unsecured Claims		\$	37,172,776
WORKING CAPITAL			
Cash on hand		\$	3,754,281
Accounts Receivable, net collectable		\$	1,000,000
Inventory, gross		\$	7,736,091
Accounts Payable		\$	(50,000)
CONVERSION OF INVENTORY TO CASH			
Inventory, gross		\$	7,736,091
Less non-FAA inventory			(1,300,000)
Cost of inventory sold during orderly liquidation	Wkly sales \$ 100,000	Wks sold 12	Margin 0%
Remaining inventory available for "Fire sale"			6,436,091
Times % of cost obtained at "Fire sale"			(1,200,000)
Equals cash from "Fire sale" of remaining inventory			5,236,091
			15%
			\$ 785,414
Recap of Proceeds from Inventory Liquidation			
Sales proceeds of inventory during orderly liquidation	\$ 100,000	12	\$ 1,200,000
Plus "Fire sale" proceeds of remaining inventory			785,414
Total cash from inventory			\$ 1,985,414
Ch. 11 Bankruptcy Professionals			
Total thru March		\$	650,000
April estimate - Lain Faulkner			50,164
April estimate - B&M			150,000
April estimate - Strasburger			239,337
Total bankruptcy professionals		\$	1,089,501

CALCULATIONS (continued)		
Debtor's Month Burn		
Rent and utilities	\$	150,000
Payroll and fringes		260,000
Insurance - property and causality		435,346
Maintenance and misc.		110,000
Total 4 month burn by debtor	\$	<u>955,346</u>
CALCULATION OF CASH TO UNSECURED CREDITORS		
Cash on hand	\$	3,754,281
Cash from collection of Accounts Receivable		1,000,000
Cash from sale of Inventory		1,985,414
Accounts payable		(50,000)
Cash from Sale of IP packets		300,000
Subtotal, cash generated		<u>6,989,695</u>
Less debtors 4 month burn		(955,346)
Less Ch. 11 bankruptcy professionals		(1,089,501)
Less Warranty insurance (due September 1)		0
Less Ch. 7 bankruptcy professionals (\$50,000/month)		(200,000)
Less Ch. 7 Trustee @ 3% of disbursements		(209,691)
Equals cash available for creditors		<u>4,535,157</u>
Pay 503(b)(9) admin claims		(78,819)
Pay secured claims		(17,484)
Pay priority claims		(56,144)
Equals cash available for unsecured creditors	\$	<u>4,382,710</u>
Unsecured Claims	\$	37,172,776
% Paid		11.8%